

Main Office

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Oakland Touchdown - Site Office 450 Burma Road / Oakland CA 94607

19-Mar-2008 MCM-LTR-000335

Mr. Ben Ghafghazi Resident Engineer **California Department of Transportation** 333 Burma Road, Oakland, CA 94607, USA

PROJECT: Oakland Touchdown

Caltrans Contract No. 04-0120L4

MCM Job No. 307

SUBJECT: Notice of Potential Claim #3

Gentlemen:

The amount proposed by MCM for the Supplemental Payment #7 was not accepted by Caltrans. MCM was not informed by Caltrans that they disagreed with the amount that was proposed by MCM. Yet, Caltrans went ahead and processed this supplemental #7, received by MCM on February 19, 2008, with a decrease of approximately \$1.5 million. Then, Caltrans proceeded to process a Supplemental to pay for the decrease to Supplemental #7. This Supplemental was not received until March 7, 2008. It ended up being incorporated with Progress Payment # 8. Therefore MCM is filing NOPC # 3 for the interest lost during that time.

Sincerely,

MCM CONSTRUCTION, INC.

<<< ORIGINAL SIGNED >>>

Justyn Webster **Project Engineer**

cc:JC, HDM, EPuchi

File: Job 307 7.0, 14.3